Public Works Contractors Licensing Board Electronic Board Packet October 6, 2008

DBS BOARD MEETINGS

2009

Board Meetings to be held (unless otherwise noted) at:

Division of Building Safety Board Conference Room 1090 E. Watertower Street Meridian, Idaho

Electrical Board	FEB 26 – MERIDIAN MAY 14 – TWIN FALLS JUL 28 – COEUR D'ALENE OCT 15 – MERIDIAN			
Plumbing Board	FEB 25 – MERIDIAN MAY 12 – TWIN FALLS JULY 30 – POST FALLS OCT 16 - MERIDIAN			
HVAC Board	FEB 17 – MERIDIAN MAY 13 – TWIN FALLS JUL 29 – COEUR D'ALENE OCT 14 – MERIDIAN			
Public Works Contractors Licensing Board	TO BE SCHEDULED			
Building Board	FEB 18– MERIDIAN MAY 5 – MERIDIAN JUL 21 – MERIDIAN OCT 20 – MERIDIAN			
Manufactured Housing Board	TO BE SCHEDULED			
Modular Building Advisory Board	TO BE SCHEDULED			

Holidays outlined & highlighted in gray

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IDAPA 07 TITLE 05 CHAPTER 01

07.05.01 - RULES OF THE PUBLIC CONTRACTORS LICENSE BOARD

000. LEGAL AUTHORITY.

This chapter is adopted pursuant to Section 54-1907, Idaho Code, as amended.

(3-20-04)

001. TITLE

These rules shall be cited as IDAPA 07.05.01, "Rules of the Public Contractors License Board."

(3-20-04)

002. INTENT.

The Board believes the legislature in providing the License Act and subsequent amendments thereto, intended to afford some protection to officials of units of government at all levels in their dealing with persons, firms or corporations engaging in the construction, reconstruction or repair of Public Works. The licensing of a person, firm or corporation as a "Public Works Contractor" is intended to provide the investing public body some assurance of the contractor's reputation, ability, qualifications, experience and financial responsibility. (3-20-04)

003. WRITTEN INTERPRETATIONS.

This agency has no written interpretations of this chapter.

(3-20-04)

004. ADMINISTRATIVE APPEALS.

The administrative procedures governing this chapter are outlined herein.

(3-20-04)

005. -- 009. (RESERVED).

010. **DEFINITIONS.**

As used in these rules. (7-1-93)

- **01. Administrator**. Refers to the administrator of the Division of Building Safety. (3-20-04)
- **O2.** Applicant. Shall mean any person who has filed an application with the administrator. (3-20-04)
- **03. Board**. Refers to the Public Works Contractors License Board which is created within the Idaho Division of Building Safety as set forth in Title 54, Chapter 19, Idaho Code. (3-20-04)
- **04. Compiled.** Refers to a type of financial statement in which the information presented is based solely upon representations by an organization's management. (3-20-04)
- **05. Financial Statement**. A balance sheet and income statement prepared in accordance with generally accepted accounting principles. (3-20-04)
- **06. Incidental Work**. Shall mean work, the nature of which does not require any additional trade licenses and which may be carried out in conjunction with an activity for which the licensee is licensed, but is not intended to produce an amount of income over ten percent (10%) of the total bid amount. (3-20-04)
- **07. Independent Audit Report**. A report prepared by an independent certified public accountant presenting such auditor's opinion on the fairness of the organization's financial statements and prepared in accordance with generally accepted auditing standards. (3-20-04)

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08. Licensee. Includes any individual proprietor, partnership, limited liability partnership, limited liability company, corporation, joint venture, or other business organization holding a current, unrevoked public works contractor license. (3-20-04)

09. Petitioner. Shall mean: (7-1-93)

- **a.** Any licensee who has filed with the Board a written request for the change or addition to the types of construction for which he is licensed; (7-1-93)
- **b.** Any applicant or licensee requesting a rehearing in any proceeding or appealing from the final decision or order of the administrator or the Board; (3-20-04)
 - c. Any interested person requesting the promulgation, amendment or repeal of a rule, or; (7-1-93)
- **d.** Any interested person requesting a declaratory ruling on the applicability of the License Act or of any rule or order of the Board. (7-1-93)
- **10. Reviewed.** Refers to a financial statement that is accompanied by the opinion of a certified public accountant stating that, based upon representations by the organization's management, the reviewer has a reasonable basis for expressing limited assurance that there are no material modifications that should be made to the financial statements in order for the statements to be in accordance with generally accepted accounting principles. (3-20-04)

011. -- 099. (RESERVED).

100. BOARD OFFICE -- LOCATION, HOURS, MAILING ADDRESS, TELEPHONE NUMBER, FACSIMILE NUMBER.

The address of the Board office, and its mailing address, is 1090 E. Watertower Street, Meridian, Idaho 83642. Office hours are from 8 a.m. until 5 p.m., daily. The office is closed on weekends and holidays. The Board telephone number is (208) 334-4057, and the facsimile number is (208) 855-9666. (3-20-04)

101. MEETINGS.

Meetings of the Board are subject to the Idaho Open Meeting Law, Title 67, Chapter 23, Idaho Code. (3-20-04)

102. COMMUNICATION.

All written communications, forms and documents concerning any matter covered by the Act or these rules shall be addressed to the administrator and not to members of the Board or staff. All communications are deemed officially received only when delivered to the Board office. Documents may be submitted by facsimile but not by other electronic or computerized means. (3-20-04)

103. PETITIONS.

An applicant or licensee seeking an order or decision of the administrator or the Board on any application or other matter, or in any disciplinary proceeding, must file a written petition. (3-20-04)

104. FORM AND CONTENT OF PETITION.

- **01. Form**. The petition, including the heading, the name of the petitioner or person making the request, and the purpose of the petition shall be in substantially the following form: (3-20-04)
 - **a.** Paragraph 1 shall state the petitioner's name, address, and license number. (3-20-04)
- **b.** Paragraph 2 shall state the petitioner's request in brief, precise and specific terms, including references to any pertinent statutes or rules, and shall provide a detailed explanation of the purpose for the request.

 (3-20-04)
 - c. Paragraph 3 shall contain the statements of fact to support the petitioner's request. Briefs and

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- (3-20-04)
- **02. Dated and Signed**. The petition shall be dated and signed by the petitioner. (3-19-99)
- **63. Filed.** The petition shall be filed as set forth in Section 102 of these rules. (3-20-04)

105. LICENSE RENEWAL -- FILING DEADLINES; PETITIONS FOR EXTENSION OF TIME TO FILE; LAPSED LICENSES.

- **01. Filing Deadline**. Applications for renewal of a license shall be filed by the last working day of the month in which the license expires. (3-20-04)
- **O2. Extension of Time**. A petition for an extension of time in which to renew shall be filed by the last working day of the month in which the license expires. The petition shall be accompanied by the required fees. Petitions not accompanied by the required fees or filed after the license has expired will not be honored. (3-20-04)
 - i. The petition shall specify the number of days for which the extension is being requested. (3-20-04)
- ii. Under no circumstances shall an extension exceed sixty (60) days. Petitions for more than sixty (60) days will not be honored. (3-20-04)
- **03. Approval of Petition**. Approval of a petition for an extension of time shall authorize operation as a contractor until actual issuance of such renewal license for the ensuing licensing period, provided the application for renewal is filed with the Board within the extended time specified. (3-19-99)
- **04. Failure to File.** If the licensee fails to file a timely application for renewal or petition for extension, the license shall lapse and expire on the last day of the license period. Licenses not renewed in a timely manner shall be considered delinquent for a period of one (1) year from the last day of the license period and may be renewed at any time during that year. Licenses delinquent for more than a period of one (1) year must be reinstated and the applicant for reinstatement must apply as if for a new license. (3-20-04)

106. SPECIAL PROVISIONS COVERED IN A PETITION TO CHANGE OR ADD TYPES OF CONSTRUCTION.

A petition to change or add types of construction shall be supported by evidence, satisfactory to the administrator, of work history, job performance, experience, equipment, financial responsibility, and a minimum of three (3) letters of reference. The evidence of work history, job performance, experience, and financial responsibility shall comply with the requirements of Subsections 110.01 and 110.02 of these rules. All of the evidence shall specifically pertain to work that is similar in scope and value to that for which the change or addition is being requested. (3-20-04)

107. RECORDS.

Board records are subject to the Idaho Public Records Act, Title 9, Chapter 3, Idaho Code.

(3-20-04)

108. REVIEW.

Any final decision of the administrator or the Board may be reviewed in accordance with the provisions of the Idaho Administrative Procedures Act, Title 67, Chapter 52, Idaho Code. (3-20-04)

109. NOTICE.

In any contested case or other matter of Board business, written notification, mailed to the licensee or the applicant at the most current address on record with the Board, shall constitute sufficient notification for all purposes within Title 54, Chapter 19, Idaho Code, and these rules. (3-20-04)

110. APPLICATION FOR LICENSURE -- DOCUMENTATION; APPRAISALS; REFERENCES; BONDING; AND FINANCIAL STATEMENTS.

01. Application Documentation. To obtain a license, the applicant shall submit to the administrator, on such forms as the administrator shall prescribe, accompanied by the required fee for the class of license applied

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for, a written, notarized application for such license. All of the information submitted by the applicant shall specifically pertain to work that is similar in scope and value to that for which licensure is being requested or which is being requested in a petition to change or add types of construction. The information contained in such application forms shall include:

(3-20-04)

- **a.** A complete statement of the general nature of applicant's contracting business, including a concise description of the applicant's experience and qualifications as a contractor and a list of clients for whom work has been performed; (3-20-04)
- **b.** A description of the value and character of contract work completed and for whom performed during the three (3) year period prior to filing the application; (3-20-04)
 - **c.** A general description of applicant's machinery and equipment; and (3-30-07)
- **d.** An annual financial statement, as herein defined, that was issued no more than twelve (12) months prior to the date of submission of the application, indicating compliance with such financial requirements as the Board may prescribe by rule. The applicant's financial statement may be supplemented with: (3-30-07)
- i. Bonding. As authorized by Section 54-1910(e), Idaho Code, a letter from applicant's bonding company, not an insurance agent, stating the amount of the applicant's bonding capability per project and in the aggregate, including supporting documentation; (3-30-07)
- ii. Guaranty. Documentation, satisfactory to the administrator, of the existence of a written guaranty agreement between the applicant and a third-party in which the third-party guarantor agrees to assume financial responsibility for payment of any obligations of the applicant for any particular project as may be determined by a court of competent jurisdiction. The guaranty agreement, along with financial statements meeting the requirements of Paragraph 110.01.e. of this rule, shall be submitted with the license application. (3-30-07)
- **e.** For Class A, AA, and Unlimited license applications, financial statements shall be accompanied by an independent auditor's report or be reviewed. For Class B license applications, financial statements must be accompanied by an independent audit report or be reviewed or compiled by a certified public accountant. For Class C and Class D license applications, financial statements must be accompanied by an independent audit report or be reviewed, compiled, or on the form provided by the administrator, and include such additional information as may be required by the administrator to determine the applicant's fitness for a license.

(x-xx-09)

f. The name, social security number, and business address of an individual applicant or, if the applicant is a partnership, its tax identification number, business address, and the names and addresses of all general partners; and if the applicant is a corporation, association, limited liability company, limited liability partnership, or other organization, its tax identification number, business address, and the names and addresses of the president, vice president, secretary, treasurer, and chief construction managing officers, or responsible managing employee.

(3-20-04)

- g. Applicants requesting a licensing class higher than that for which the applicant is currently licensed shall provide documentation, satisfactory to the administrator, of having performed projects, similar in scope and character to those for which license is requested. The monetary value of those jobs must fall within a range not less that thirty percent (30%) below that for which the applicant is currently licensed. (4-11-06)
- **O2. Application for Change in Licensing Class.** Requests for a licensing class higher than that for which the applicant is currently licensed shall be accompanied by the information in Subsection 110.01 of these rules, and the applicable fee. Licenses granted under Subsection 110.02 of these rules shall be valid for a period of twelve (12) months from the date of issuance. (4-11-06)
- **03. Extension of Time to File Financial Statement**. The administrator may grant an extension of time to file the annual financial statement if the licensee provides an interim compiled balance sheet and income statement for the applicant's fiscal year-to-date, duly certified as true by the applicant, and if a partnership, limited

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liability company, or limited liability partnership by a member thereof, and if a corporation, by its executive or financial officer. Such renewal application shall be filed prior to the first day of such renewal licensing period. In the event an extension is granted, the renewal license shall be valid for a period of twelve (12) months from the date of the issuance of the renewal license. (3-20-04)

- **04. Appraisals**. The administrator may require submission of an independent appraisal of any real or chattel property reported by an applicant or licensee. Such appraisals shall be conducted by a disinterested person or firm established and qualified to perform such services. (3-20-04)
- **05. References**. The administrator may require an applicant for an original or renewal license to furnish such personal, business, character, financial, or other written references as deemed necessary and advisable in determining the applicant's qualifications. (3-20-04)

111. FINANCIAL REQUIREMENTS.

The financial requirements for obtaining and maintaining a license under this Act shall be as follows: (4-11-06)

<u>01.</u> <u>Heavy, Highway, Building, and Specialty Construction Class Unlimited License.</u> An applicant requesting a Class AAA license in Heavy, Highway, Specialty or Building Construction shall have a minimum net worth of one million dollars (\$1,000,000) with six hundred thousand dollars (\$600,000) in working capital.

(x-xx-09)

- **042. Heavy, Highway, Building, and Specialty Construction Class AAA License**. An applicant requesting a Class AAA license in Heavy, Highway, Specialty or Building Construction shall have a minimum net worth of six hundred thousand dollars (\$600,000) with two hundred thousand dollars (\$200,000) in working capital.

 (3-19-99)
- **023. Heavy, Highway, Building, and Specialty Construction Class AA License.** An applicant requesting a Class AA license in Heavy, Highway, Specialty or Building Construction shall have a minimum net worth of four hundred fifty thousand dollars (\$450,000) with one hundred fifty thousand dollars (\$150,000) in working capital. (3-19-99)
- 034. Heavy, Highway, Building, and Specialty Construction Class A License. An applicant requesting a Class A license in Heavy, Highway, Specialty or Building Construction shall have a minimum net worth of three hundred thousand dollars (\$300,000) with one hundred thousand dollars (\$100,000) in working capital.
- 04<u>5</u>. Heavy, Highway, Building, and Specialty Construction Class B License. An applicant requesting a Class B license in Heavy, Highway, Specialty or Building Construction shall have a minimum net worth of one hundred fifty thousand dollars (\$150,000) with fifty thousand dollars (\$50,000) in working capital.

 (3-19-99)
- **056. Heavy, Highway, Building, and Specialty Construction Class C License.** An applicant requesting a Class C license in Heavy, Highway, Specialty or Building Construction shall have a minimum net worth of twenty-five thousand dollars (\$25,000) with seven thousand five hundred dollars (\$7,500) in working capital.
- **067. Heavy, Highway, Building, and Specialty Construction Class D License.** An applicant requesting a Class D license in Heavy, Highway, Specialty or Building Construction shall have a minimum net worth of ten thousand dollars (\$10,000) with three thousand dollars (\$3,000) in working capital. (3-19-99)

112. EXAMINATION.

The Board shall approve all subject areas and topics to be included in the examinations to become licensed as a public works contractor. (7-1-08)T

01. Frequency of Conducting of Examinations.

(7-1-08)T

a. Examinations for all classes of licenses under the Public Contractors laws and rules will be given a minimum of four (4) times each year in at least three (3) locations: (7-1-08)T

i. One (1) to be in north Idaho; (7-1-08)T

ii. One (1) to be in southwest Idaho; and (7-1-08)T

iii. One (1) to be in southeast Idaho. (7-1-08)T

- **b.** The applicant will be notified in writing of the date, time, and location at which the examinations will be given, following approval of the application. (7-1-08)T
- **O2. Professional Testing Services**. In lieu of the administration by the administrator of the examination for licenses pursuant to this rule, the administrator may contract with a professional testing service to administer the examination, and require license applicants to pay to the testing service the fee that they have set for the examination and to take such examination at the time set by such service with the exception of Class D applicants. After taking such examination, an official copy of the applicant's test score must be provided to the administrator before the license will be granted. If the examination is conducted in this fashion, the Division of Building Safety may charge and retain the application fee provided for by Section 54-1911, Idaho Code, to cover the cost of reviewing the applicant's application. (7-1-08)T
 - a. Class D applicants will utilize the existing in-house, open-book examination. (7-1-08)T
- **b.** Class D licensees pursuing an upgrade must reapply and pass the examination administered by the professional testing service. (7-1-08)T
- **03. Required Score**. The applicant must receive a final grade of seventy percent (70%) or higher prior to issuance of the appropriate license. (7-1-08)T

04. Failed Examinations. (7-1-08)T

- **a.** An applicant receiving less than a passing score on a first or second examination may be reexamined without reapplication. (7-1-08)T
- **b.** Before being reexamined after failing an examination the third time, an applicant must resubmit the application and fee. (7-1-08)T
- **c.** Before being reexamined after any further failures, an applicant for reexamination must wait until the expiration of sixty (60) days from the date of the failed examination and resubmit the application and fee for each subsequent examination. (7-1-08)T

113. -- 198. (RESERVED).

199. LIMITATIONS.

- **One License**. A licensee will be permitted to hold only one (1) class of license at any given time. (3-20-04)
- **02. Previous License Null and Void.** When a licensee of one class has been issued a license of another class, the previous license shall be null and void. (3-20-04)
- **O3. Total Bid Cost.** The total of any single bid on a given public works project, or the aggregate total of any split bids, or the aggregate total of any base bid and any alternate bid items, or the aggregate total of any separate bid by a licensee of any class, except Class **AAA Unlimited**, shall not exceed the estimated cost or bid limit of the class of license held by the licensee. The aggregate total of bids shall include all bids of the subcontractors.

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Subcontractor bids shall not be considered a separate bid for the purposes of computing the bid on a given public works project. (x-xx-09)

- **O4. Two or More Licensees**. Two (2) or more licensees of the same class or of different classes shall not be permitted to combine the estimated cost or bid limit of their licenses to submit a bid in excess of the license held by either licensee. (3-20-04)
- **O5. Type 4 License Holder.** The holder of a license for Type 4, Specialty Construction, shall be entitled to bid a public works project as a prime contractor or as a subcontractor, if more than fifty percent (50%) of the work to be performed by him on such project is covered by a category or categories listed on the license held by the licensee. (3-20-04)

200. TYPE 4-SPECIALTY CONSTRUCTION CATEGORIES.

A license for Type 4-Specialty Construction shall list one (1) or more specialty construction categories to which the license is restricted. Categories and their definitions are: (4-6-05)

- **01. 01107 Engineering**. A specialty contractor whose primary business includes providing engineering and design services such as civil, electrical, mechanical, and structural. (4-6-05)
- **02. 01541 Scaffolding and Shoring**. A specialty contractor whose primary business is the installation of any temporary elevated platform and its supporting structure used for supporting workmen or materials or both, and props or posts of timber or other material in compression used for the temporary support of excavations, formwork or unsafe structures; the process of erecting shoring. (4-6-05)
- **03. 01542 Craning and Erection**. A specialty contractor whose primary business includes the art, ability and skill to safely control the workings of a crane in such a manner that building materials, supplies, equipment and structural work can be raised and set in a final position. (4-6-05)
- **04. 01550 Construction Zone Traffic Control**. A specialty contractor whose primary business is the installation or removal of temporary lane closures, flagging or traffic diversions, utilizing pilot cars, portable devices such as cones, delineators, barricades, sign stands, flashing beacons, flashing arrow trailers, and changeable message signs on roadways, public streets and highways or public conveyances. (4-6-05)
- **05. 01570 Temporary Erosion and Sediment Controls**. A specialty contractor whose primary business includes the ability and expertise to install silt fencing or other similar devices to prevent erosion and contain silt. (4-6-05)
- **06. 02110 Excavation, Removal and Handling of Hazardous Material.** A specialty contractor whose primary business includes the excavation and removal of toxic and hazardous site materials. Contractors must be properly licensed and certified if required. (4-6-05)
- **07. 02115 Removal of Underground Storage Tanks**. A specialty contractor whose primary business includes, but is not limited to, the excavation, removal, cleanup, and disposal of underground storage tanks that have contained petrochemical type fuels. This work should include the sampling and testing of surrounding materials and filing of closure documents. (4-6-05)
- **08. 02195** Environmental Remediation, Restoration and Soil Stabilization. A specialty contractor whose primary business is the remediation and restoration of contaminated environmental sites. (4-6-05)
- **09. 02210 Drilling.** A specialty contractor whose primary business includes practical elementary knowledge of geology and hydrology; the art, ability, knowledge, science and expertise to bore, drill, excavate, case, pack or cement by use of standard practices, including the use of diamond bits, cable tools, percussion, air percussion, rotary, air rotary, reverse circulation rotary methods or jetting. (4-6-05)
- 10. 02220 Demolition. A specialty contractor whose primary business includes the ability and expertise to demolish all types of buildings or structures and to remove all of such buildings or structures from the

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Division of Building SafetyPUBLIC WORKS CONTRACTORS LICENSING FUND Fiscal Year 2009 Financial Statements As of 8/31/2008

Statement of Revenues and Expenditures

					YTD				
					Collected/				
				YTD C	bligated as	YTD	Projected for	Projected	Projected
				Collected/	a % of	Remaining	Remainder	Year End	Total as a %
Class	Budget	YTD Amount E	Encumbrances	Obligated	Budget *	Budet	of Year	Totals	of Budget
Revenues:	750,000	145,540		145,540	19.4%	604,460	590,000	735,540	98.1%
Expenditures									
Personnel:	487,900	68,176	-	68,176	14.0%	419,724	412,500	480,676	98.5%
Operating:	100,000	16,630		16,630	16.6%	83,370	98,000	114,630	114.6%
CAS:	-	6	-	6	0.0%	(6)	-	6	0.0%
Capital:	25,000	-	-	-	0.0%	25,000	25,000	25,000	100.0%
Total Expenditures	612,900	84,813	-	84,813	13.8%	528,087	535,500	620,313	101.2%
Net for FY 2009	137,100	60,727	-	60,727			54,500	115,227	

Statement of Cash Balance

								Projected	
								Change in	Projected
					Other	Removal of		Cash for	Year End
Beginning Cash				Net	Changes in	Prior Year	Available	Remainder	Available
Available	Revenues	Expenditures	Encumbrances	Transfers	Cash	Encumbrance	Cash	of Year	Cash
1,002,199	145,540	(84,813)	-	-	247	-	1,063,173	54,500	1,117,673

^{*} Percent of Fiscal Year Completed 16.7% Percent of Pay Periods Completed 15.4%

PUBLIC WORKS CONTRACTORS LICENSING FUND







